

STATE OF MICHIGAN
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FISCAL YEAR ENDED SEPTEMBER 30, 1999
(In Thousands)

	CORRECTIONAL INDUSTRIES REVOLVING FUND	MOTOR TRANSPORT FUND	OFFICE SERVICES REVOLVING FUND	INFORMATION TECHNOLOGY REVOLVING FUND
CASH FLOWS FROM OPERATING ACTIVITIES				
Operating income (loss)	\$ 3,577	\$ 43	\$ (369)	\$ 5,907
Adjustments to reconcile operating income to net cash provided (used) by operating activities:				
Depreciation	1,372	1,107	2,086	24,526
Interest (nonprogram) and investment income	(727)	-	107	-
Changes in assets and liabilities:				
Amounts due from other funds	-	-	-	-
Amounts due from federal agencies	-	-	-	(20)
Inventories	(1,391)	(23)	(128)	-
Other assets	(161)	(2,924)	(68)	(148)
Accounts payable and other liabilities	528	(275)	(814)	(1,460)
Amounts due to other funds	(23)	2,720	4,105	(149)
Deferred revenue	-	(673)	36	1,045
Net cash provided (used) by operating activities	<u>\$ 3,175</u>	<u>\$ (26)</u>	<u>\$ 4,954</u>	<u>\$ 29,701</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Loans or loan repayments from other funds	\$ (107)	\$ -	\$ -	\$ (3,430)
Operating transfers to other funds	(212)	(25)	(33)	-
Equity transfers from other funds	-	-	-	-
Equity transfers to other funds	-	-	-	-
Net cash provided (used) by noncapital financing activities	<u>\$ (319)</u>	<u>\$ (25)</u>	<u>\$ (33)</u>	<u>\$ (3,430)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition and construction of capital assets	\$ (1,135)	\$ (365)	\$ (4,304)	(15,358)
Principal paid on bond and loan maturities	-	-	(240)	(10,128)
Capital lease payments (including imputed interest expense)	-	-	-	(1,214)
Proceeds from sale of property, plant, and equipment	(33)	568	68	777
Net cash provided (used) by capital and related financing activities	<u>\$ (1,167)</u>	<u>\$ 203</u>	<u>\$ (4,477)</u>	<u>\$ (25,922)</u>
Net cash provided (used) - all activities	\$ 1,688	\$ 152	\$ 444	\$ 348
Cash and cash equivalents at beginning of year	(404)	(163)	(593)	(616)
Cash and cash equivalents at end of year	<u>\$ 1,284</u>	<u>\$ (11)</u>	<u>\$ (149)</u>	<u>\$ (268)</u>
RECONCILIATION OF CASH AND CASH EQUIVALENTS				
Per balance sheet classifications:				
Cash	\$ -	\$ 2	\$ 11	\$ -
Equity in common cash	1,363	-	-	-
Warrants outstanding	(79)	(13)	(160)	(268)
Cash and cash equivalents at end of year	<u>\$ 1,284</u>	<u>\$ (11)</u>	<u>\$ (149)</u>	<u>\$ (268)</u>
SCHEDULE OF NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES				
Cost of capital assets acquisitions financed by capital leases or contributed by other funds	\$ 69	\$ -	\$ 1,148	\$ (376)
Increase in contributed capital	(69)	-	-	-
Gain (loss) on disposal of capital assets	-	-	-	-
Total noncash investing, capital, and financing activities	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,148</u>	<u>\$ (376)</u>

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FISCAL YEAR ENDED SEPTEMBER 30, 1999
(In Thousands)

	RISK MANAGEMENT FUND	STATE SPONSORED GROUP INSURANCE FUND	TOTALS	
			SEPTEMBER 30, 1999	SEPTEMBER 30, 1998
CASH FLOWS FROM OPERATING ACTIVITIES				
Operating income (loss)	\$ (4,007)	\$ (33,057)	\$ (27,906)	\$ (78,595)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:				
Depreciation	-	-	29,090	21,449
Interest (nonprogram) and investment income	-	-	(621)	(615)
Changes in assets and liabilities:				
Amounts due from other funds	-	5,509	5,509	(5,014)
Amounts due from federal agencies	-	-	(20)	12
Inventories	-	-	(1,542)	1,663
Other assets	898	(4,411)	(6,814)	(8,827)
Accounts payable and other liabilities	1,634	6,852	6,465	(586)
Amounts due to other funds	(2)	-	6,650	2,195
Deferred revenue	(32)	-	376	(242)
Net cash provided (used) by operating activities	<u>\$ (1,509)</u>	<u>\$ (25,107)</u>	<u>\$ 11,188</u>	<u>\$ (68,561)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Loans or loan repayments from other funds	\$ -	\$ -	\$ (3,538)	\$ 1,095
Operating transfers to other funds	-	-	(270)	(357)
Equity transfers from other funds	-	-	-	35
Equity transfers to other funds	-	-	-	(35)
Net cash provided (used) by noncapital financing activities	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (3,808)</u>	<u>\$ 738</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition and construction of capital assets	\$ -	\$ (2,650)	\$ (23,812)	\$ (23,204)
Principal paid on bond and loan maturities	-	-	(10,368)	(9,606)
Capital lease payments (including imputed interest expense)	-	-	(1,214)	(1,289)
Proceeds from sale of property, plant, and equipment	-	-	1,381	896
Net cash provided (used) by capital and related financing activities	<u>\$ -</u>	<u>\$ (2,650)</u>	<u>\$ (34,013)</u>	<u>\$ (33,203)</u>
Net cash provided (used) - all activities	\$ (1,509)	\$ (27,757)	\$ (26,633)	\$ (101,026)
Cash and cash equivalents at beginning of year	11,220	88,716	98,159	199,185
Cash and cash equivalents at end of year	<u>\$ 9,711</u>	<u>\$ 60,959</u>	<u>\$ 71,526</u>	<u>\$ 98,159</u>
RECONCILIATION OF CASH AND CASH EQUIVALENTS				
Per balance sheet classifications:				
Cash	\$ -	\$ 8	\$ 22	\$ 15
Equity in common cash	9,711	61,778	72,852	100,899
Warrants outstanding	-	(827)	(1,347)	(2,755)
Cash and cash equivalents at end of year	<u>\$ 9,711</u>	<u>\$ 60,959</u>	<u>\$ 71,526</u>	<u>\$ 98,159</u>
SCHEDULE OF NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES				
Cost of capital assets acquisitions financed by capital leases or contributed by other funds	\$ -	\$ -	\$ 842	\$ 1,715
Increase in contributed capital	-	-	(69)	(90)
Gain (loss) on disposal of capital assets	-	-	-	(96)
Total noncash investing, capital, and financing activities	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 773</u>	<u>\$ 1,530</u>